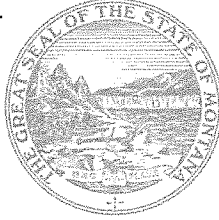


Montana Public Service Commission



Brad Johnson - Chairman
Travis Kavulla - Vice Chairman
Kirk Bushman - Commissioner
Roger Koopman - Commissioner
Bob Lake - Commissioner

February 22, 2016

Mike Green
Crowley Fleck, PLLP
900 N. Last Chance Gulch, Suite 200
P.O. 797
Helena, MT 59624-0797

Thorvald Nelson
Holland & Hart, LLP
6380 South Fiddlers Green Circle, Suite 500
Greenwood Village, CO 80111

RE: PSC data requests in Docket D2016.2.15

Dear Messrs. Green & Nelson:

Enclosed please find data requests of the Montana Public Service Commission to Mountain Water Co. (numbered PSC-009 and PSC-010) in the above-referenced docket. Please begin the response to each new numbered data request on a new page. Please respond by February 24, 2016. Please identify the individual that provides the responses to each question. If you have any questions, please contact me at (406) 444-6193.

Sincerely,

A handwritten signature in cursive script that reads "Scott Fabel".

Scott Fabel
Rate Analyst
Montana Public Service Commission

Enclosure

cc: Service List

Service Date: February 22, 2016

DEPARTMENT OF PUBLIC SERVICE REGULATION
BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MONTANA

IN THE MATTER OF the Investigation of) REGULATORY DIVISION
the Montana Public Service Commission)
into whether Mountain Water Company's) DOCKET NO. D2016.2.15
rates are Just and Reasonable)

DATA REQUESTS PSC-009 AND PSC-010 OF THE
MONTANA PUBLIC SERVICE COMMISSION TO
MOUNTAIN WATER CO.

PSC-009

Regarding: Response to PSC-001b
Witness: John Kappes

Please clarify Mountain Water's response to PSC-001b.

- a. Please specifically identify the total amount of debt, and the associated cost of debt, i.e. the interest rate, used to finance the acquisition.
- b. Please see the attached press release (Dkt. D2014.12.99, Exhibit JW-1). Please reconcile the inconsistencies between the April 30, 2015 press release and your response to PSC-001b. Please include in your response an explanation as to why the press release asserts that the acquisition was financed with a \$160 million private placement of senior unsecured 30 year notes bearing a coupon for 4.13%, and why your response to PSC-001b asserts that the acquisition was financed with proceeds from a term credit facility for \$235 million with an expiration date of July 4, 2017.

PSC-010

Regarding: Response to PSC-003a
Witness: John Kappes/Peter Eichler

Please clarify Mountain Water's response to PSC-003a. Is Liberty referring to itself as the parent company, or to APUC as the parent company?

Algonquin Power & Utilities Corp. Announces Completion of Private Placement Debt Financing

**Algonquin Power & Utilities Corp. Announces Completion of Private Placement Debt Financing**

Company Release - 04/30/2015 11:33

OAKVILLE, ON, April 30, 2015 /CNW - Algonquin Power & Utilities Corp. ("APUC" or the "Company") (TSX: AQN) today announced that APUC's regulated distribution utility business (the "Distribution Group") has closed a U.S. \$160 million private placement of senior unsecured 30 year notes bearing a coupon of 4.13%. The proceeds will be used to partially fund the previously announced acquisition of the Park Water System occurring later in 2015, and for general corporate purposes.

The funds are being drawn in two tranches: U.S. \$90 million immediately on closing and U.S. \$70 million in the second quarter of 2015. The financing is the fourth series of notes issued pursuant to the Distribution Group's master indenture.

"We are very pleased with the confidence and support that our U.S. private placement investors continue to have in our Company's strong, stable utility operations," stated David Bronicheski, APUC's Chief Financial Officer. "This long term 30 year financing, with a very attractive all in coupon, is an important element in achieving the expected accretion from our pending acquisition of the Park Water System."

The senior notes have been assigned a credit rating of BBB (high) by DBRS Limited.

About Algonquin Power & Utilities Corp.

Algonquin Power & Utilities Corp. is a \$4.1 billion North American diversified generation, transmission and distribution utility. The distribution business group operates in the United States and provides rate regulated water, electricity and natural gas utility services to over 488,000 customers. The non-regulated generation business group owns or has interests in a portfolio of North American based contracted wind, solar, hydroelectric and natural gas powered generating facilities representing more than 1,050 MW of installed capacity. The transmission business group invests in rate regulated electric transmission and natural gas pipeline systems in the United States and Canada. Algonquin Power & Utilities delivers continuing growth through an expanding pipeline of renewable energy development projects, organic growth within its regulated distribution and transmission businesses, and the pursuit of accretive acquisitions. Common shares and preferred shares are traded on the Toronto Stock Exchange under the symbols AQN, AQN.PR.A and AQN.PR.D. Visit Algonquin Power & Utilities at www.AlgonquinPowerandUtilities.com and follow us on Twitter @AQN_Utilities.

SOURCE Algonquin Power & Utilities Corp.

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that the Data Requests 009-010 issued on February 22, 2016 in D2016.2.15 was served upon the following, by mailing a true and correct copy, via first class mail, on the 22nd day of February, 2016, addressed as follows:

Robert Nelson
Montana Consumer Counsel
111 N. Last Chance Gulch, Ste. 1B
P.O. Box 201703
Helena, MT 59620-1703

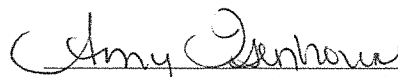
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Amy Isenhour, Administrative Assistant